

FLOOD MITIGATION – 20 YEAR REMITTANCE LIMITATION

Prior Law _____

Under the Flood Mitigation Program, a governmental entity cannot receive remittances of sales tax increment financing more than 20 years after the date on which the project was approved by the Flood Mitigation Board.

New Provisions _____

A governmental entity may now receive remittances of sales tax increment financing under the Flood Mitigation Program more than 20 years after the date on which the project was approved so long as the remitted amount is attributed to sales that occurred before the expiration of the 20-year period. This change was necessary to account for the time it takes the Department of Revenue to process quarterly sales tax returns and to ensure that governmental entities can receive the full 20 years of sales tax increment financing when applicable.

Section Amended _____

Section 18 of 2015 Iowa Acts Senate File 510 amends Section 418.15, subsection 1, Code 2015.

Effective Date _____

July 1, 2015